

Fund balance for activity prior to FY 2002-03				-984,332
	<u>FY 2004-05</u>	<u>FY 2003-04</u>	<u>FY 2002-03</u>	<u>TOTAL</u>
Revenue in Year 1	24,852,546	27,678,032	24,589,005	77,119,583
Revenue in Year 2 (reversal of accrual plus additional collection)		-513,256	-23,976	-537,232
Expenditures in Year 1	-24,450,001	-22,852,173	-23,188,863	-70,491,037
Expenditures in Year 2		79,645	258,494	338,139
Expenditures in Year 3			81,086	81,086
Subtotal of activity subsequent to FY 2002-03	402,545	4,392,248	1,715,746	6,510,539
Total of Prior Year Activity				5,526,207
2005/06 Contingency Reserve				<u>5,526,207</u>
Fiscal Year 2004-05 Adjustments				0

The information in the top box shows three-years worth of Proposition 103 revenues and expenditures for full accountability of activities for this restricted-use funding source.

Beginning with Fiscal Year 2002/03, the revenues reported shall include actual collection plus anticipated collection. The State has a two-year reversion period in recording its revenues. As an example, payments received in the current year (FY 2003/04) for FY 2002/03 assessment (offsetting the anticipated collection) will still be recorded in FY 2002/03. This will be shown on the table as "Revenue in Year 2" which includes the reversal of the anticipated collection for this year and any additional collection. Additionally, any revenues received for FY 2002/03 after June 30, 2004, shall be recorded as a revenue for FY 2003/04.

Each state agency/department receives an appropriation to support its operation. The appropriation is available for expenditure and encumbrance during the period specified or for three years after the date it became available. The expenditures table above shows expenditures and encumbrances as they are incurred for each year. As an example, a positive amount would indicate that the anticipated expenditures (encumbrances) were not fully realized.